

March 17, 2008

Ms. Jennifer Sutter
Oregon Department of Environmental Quality
2020 SW Fourth Avenue
Portland, OR 97201

**Subject: Swan Island Upland Facility
Quarterly Progress Report – December 16, 2007 through March 15, 2008
ECSI No. 271**

Dear Ms. Sutter:

The purpose of this letter is to provide the Oregon Department of Environmental Quality (DEQ) with a quarterly progress report on behalf of the Port of Portland (Port) for the Swan Island Upland Facility (Facility). This letter satisfies the requirements of the Voluntary Cleanup Program (VCP) Agreement for Remedial Investigation and Source Control Measures, effective July 24, 2006, which includes the following for the reporting period December 16, 2007 through March 15, 2008:

- Actions performed under the VCP Agreement
- Data generated
- Problems experienced and resolution
- Actions scheduled for the next reporting period (March 16 through June 15, 2008)

Actions Performed Under the VCP Agreement:

- Completed the 2007 annual groundwater monitoring event.
- Generated the 2007 annual groundwater monitoring report.
- Received the Environmental Protection Agency (EPA) Source Control Decision response for Operable Unit 3 (OU3), dated December 21, 2007.
- On March 3, 2008, submitted a technical memorandum summarizing the results of outfall reconnaissance at Operable Unit 2 (OU2).
- Initiated preparation of the OU2 Human Health Risk Assessment.
- Initiated preparation of the Operable Unit 1 (OU1) Human Health Risk Assessment and the Level I Ecological Risk Assessment.

Data Generated:

- None

Problems Experienced and Resolution:

- None

Actions Scheduled for the Next Reporting Period (March 16 through June 15, 2008):

- Submit the 2007 annual groundwater monitoring report.
- Respond to DEQ's November 28, 2007 request for additional information to support the OU3 No Further Action Determination.
- Port will assist DEQ with response to EPA comments on Source Control Decision for OU3.
- Following the completion of any DEQ-requested additional riverbank sampling at OU2, submit a Source Control Evaluation Report that includes the Port's evaluation of the OU2 outfalls.
- Submit a Remedial Investigation data summary report for OU2; DEQ has agreed that a data summary report does not need to be prepared for OU1.
- Continue preparation of the OU2 Human Health Risk Assessment and Level II Ecological Risk Assessment.
- Continue preparation of the OU1 Human Health Risk Assessment.
- Submit the OU1 Level I Ecological Risk Assessment.

Please call if you have any questions regarding this progress report.

Sincerely,



Nicole LaFranchise
Environmental Project Manager

c: Kristine Koch, EPA
Erik Muller, Pacific Rock Products
David Ashton, Port
Suzanne Barthelmess, Port
MID Environmental, Port
Stu Brown, Bridgewater Group
Amanda Spencer, Ash Creek Associates
Mark Lewis, NewFields
LWP File